

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF RATES)
OF THE WEST MARSHALL) CASE NO. 9526
WATER DISTRICT)

O R D E R


IT IS ORDERED:

1. That the staff Billing Analysis for West Marshall Water District ("West Marshall") attached hereto as Appendix A shall be included as a part of the record in this proceeding.


2. That West Marshall shall have until the close of business May 27, 1986, to file written comments concerning the contents of Appendix A.

Done at Frankfort, Kentucky, this 15th day of May, 1986.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX A
STAFF REPORT
ON
BILLING ANALYSIS INSPECTION
OF
WEST MARSHALL WATER DISTRICT

On March 14, 1986, West Marshall Water District ("West Marshall") filed an application with the Commission requesting an increase in rates, pursuant to 807 KAR 5:067, Application for Rate Adjustment for Small Utilities.

During the period of May 5, 1986, through May 7, 1986, an on-site billing analysis was performed by Commission Staff Member Carryn Lee, Chief Public Utility Rate Analyst. The staff billing analysis was necessary because West Marshall's application for a rate increase did not include a billing analysis.

After reviewing the results of the billing analysis it was determined that West Marshall's present rates produce annual operating revenue in the amount of \$24,883 and its proposed rates produce annual operating revenue in the amount of \$27,374. The annual report for the test year shows operating income in the amount of \$25,561 which is in an acceptable range of the billing analysis.

A handwritten signature in cursive script, reading "Carryn Lee", is written over a horizontal line.

Carryn Lee

Chief Public Utility Rate Analyst

West Marshall Water District

Billing Analysis

Case No. 9526

Test Year - 1984

| <u>INCREMENTS</u> | <u>BILLS</u> | <u>GALLONS</u> | <u>PRESENT RATES</u> | <u>REVENUE</u> | <u>PROPOSED RATES</u> | <u>REVENUE</u> |
|---------------------|--------------|----------------|--------------------------|----------------|---------------------------|----------------|
| First 2,000 gallons | 1,855 | | \$7.00 | \$12,985.00 | \$7.70 | \$14,283.50 |
| Next 3,000 gallons | | 3,037.3 | 2.50 | 7,593.25 | 2.75 | 8,352.58 |
| Next 5,000 gallons | | 1,540.2 | 2.00 | 457.13 | 2.20 | 1,055.57 |
| Next 10,000 gallons | | 546.93 | 1.75 | 957.13 | 1.93 | 1,055.57 |
| Over 20,000 gallons | | 178.46 | 1.50 | <u>267.69</u> | 1.65 | <u>294.46</u> |
| | | | | \$24,883.47 | | \$27,374.55 |